

MINUTES OF MEETING OF BOARD OF PUBLIC WORKS OF JUNE 10TH, 1931.

The Board of Public Works met at the offices of the State Treasurer, Annapolis, Maryland, on June 10th, 1931, at twelve o'clock, noon.

Present:

Albert C. Ritchie, Governor,
Wm. S. Gordy, Jr., Comptroller.
John M. Dennis, Treasurer.

The Board proceeded to open bids for bonds of "Bridge Loan of 1931", issue of June 15th, 1931, in the amount of \$1,000,000.00, in accordance with advertisements appearing in the Baltimore Sun and the Baltimore News on May 11, 15, 18, 22, 25, 29, and June 1 and 5, as follows:

STATE OF MARYLAND
Treasury Department

\$1,000,000.00, Four and one-quarter Per cent
"Bridge Loan of 1931"

ANNAPOLIS, MARYLAND.

Pursuant to Chapter 248 of the Acts of the General Assembly of Maryland of 1931, providing for the issue of the Certificates of Indebtedness herein mentioned and described, and pursuant also to a resolution of the Board of Public Works of Maryland, passed on the 7th day of April, 1931, and on file and open to inspection in the office of the said Board in Annapolis, Maryland, the Treasurer of the State of Maryland will receive bids or proposals for Certificates of Indebtedness of the State of Maryland as follows:

\$1,000,000.00 FOUR AND ONE-QUARTER PER CENT CERTIFICATES
OF INDEBTEDNESS KNOWN AS "BRIDGE LOAN OF 1931."

Said Certificates of Indebtedness will all be dated June 15th, 1931. They will bear interest at the rate of four and one-quarter per centum, per annum, payable semi-annually on the 15th days of December and June, respectively, in each and every year during the continuance of the loan. The principal of said loan will be payable upon the Serial Annuity Plan, as more fully set forth in said Act of 1931, Chapter 248, as follows:

"BRIDGE LOAN OF 1931"

Series	Amount	Redeemable
"A"	\$58,000.00	June 15, 1934
"B"	61,000.00	June 15th, 1935
"C"	64,000.00	June 15, 1936
"D"	67,000.00	June 15, 1937
"E"	69,000.00	June 15, 1938
"F"	73,000.00	June 15, 1939

Series	Amount	Redeemable
"G"	\$76,000.00	June 15, 1940
"H"	79,000.00	June 15, 1941
"I"	83,000.00	June 15, 1942
"J"	87,000.00	June 15, 1943
"K"	90,000.00	June 15, 1944
"L"	94,000.00	June 15, 1945
"M"	99,000.00	June 15, 1946

The said Certificates of Indebtedness will be of the denomination of \$1,000.00 each, subject to registration as to principal, and all will be issued with interest coupons attached.

This loan and the interest payable thereon, is exempt from the Federal income tax, and from State, County and Municipal taxation.

The said bids or proposals must be delivered to the Treasurer of the State, at his office in Annapolis, Maryland, before 12 o'clock noon on Wednesday,

JUNE 10TH, 1931.

Each bid must be for cash on delivery, and must be enclosed in a sealed envelope addressed on the outside "Proposal for Bridge Loan of 1931". Each bid must be accompanied by a certified check upon some responsible banking institution, drawn to the order of the Treasurer of Maryland for five per cent of the par value of the amount bid for. All bids or proposals will be opened at 12 o'clock noon on Wednesday, June 10th, 1931, in the presence of the undersigned.

On the opening of said proposals, as many of said Certificates of Indebtedness as have been bid for, not exceeding, however, the amount for which proposals are invited, may be awarded by the Governor, the Comptroller of the Treasury and the Treasurer, or a majority of them to the highest responsible bidder or bidders therefor for cash; and if two or more responsible bidders have made the same bid and such bid is the highest and the Certificates so bid for by such highest responsible bidders are in excess of the whole amount of Certificates as offered for sale, then such Certificates of Indebtedness may be awarded in a ratable proportion to such responsible bidders bidding the same price.

The undersigned may, in their discretion, accept one bid for all of said loan or separate bids for parts of said loan, as may produce the largest amount, and they may in their discretion, accept bids which may be for parts of said loan, but not for all, and they reserve the right in their discretion to reject all bids or any bids.

The Certificates of Indebtedness awarded will be delivered to the successful bid or bids on Monday, June 15th, 1931, at the office of the State Treasurer, Annapolis, Md.

Bidders are referred to the said Chapter 248 of the Acts of the General Assembly of Maryland of 1931, as containing the full terms and provisions of this loan.

It is one of the terms of this offering that the bonds when issued will be the legal and valid binding obligations of the State. The opinion of the Attorney General of Maryland to this effect will be delivered to the successful bidder. Bidders may, if they wish, make the legality and validity of the bonds one of the terms of the bid by making the bid "subject to legality" or using any equivalent form of expression, but without leaving this question to the decision of the bidders or their

council.. All bids conditioned upon the approval of bidders or counsel, whether named or unnamed, will be treated as conditional bids and rejected, unless the condition is waived by the bidder to the satisfaction of the Board before the opening of the bid.

ALBERT C. RITCHIE
GOVERNOR
WILLIAM S. GORDY, JR.
COMPTROLLER OF THE TREASURY
JOHN M. DENNIS
TREASURER

The bids received were as follows:

THE BALTIMORE COMPANY

Baltimore Trust Building,

Baltimore, Maryland.

June 9th, 1931.

Treasurer of the State of Maryland
Annapolis, Maryland.

Dear Sir:-

For all but no part of the \$1,000,000 STATE OF MARYLAND 4 $\frac{1}{4}$ % CERTIFICATES OF INDEBTEDNESS known as "Bridge Loan of 1931" offered for sale on Wednesday, June 10, 1931, as described in the attached notice of sale which is herewith made a part of this bid, we will pay 106.632 for each \$100 par value thereof and accrued interest to the date of delivery.

We enclose herewith the required check to qualify this bid in the sum of \$50,000.00 drawn to the order of the "Treasurer of Maryland".

This bid is made with the understanding that the bonds are the valid and binding obligation of the State of Maryland, secured as to both principal and interest by the full faith and credit of said State and payable as to both principal and interest from unlimited ad valorem taxes. Should we be the successful bidder you agree to furnish us with the opinion of the Attorney General of Maryland, stating that these bonds are validly issued and are the direct obligation of the entire State.

Our check is to be retained by you as part payment of the total purchase price named herein if we are the successful bidder and if not, said check is to be returned to us or to our authorized representative immediately on the award of the bonds.

Very truly yours,
THE BALTIMORE COMPANY
CHASE SECURITIES CORPORATION
BY: THE BALTIMORE COMPANY
/s/ I.W. Iglehart.
Vice-President.

IWI:DH

DILLON, READ & CO.
Nassau and Cedar Streets.
NEW YORK, N.Y.

June 9th, 1931.

Mr. John M. Dennis, Treasurer,
State of Maryland,
Annapolis, Md.

Dear Sir:

Referring to your undated circular, a copy of which is attached, offering for sale at noon on Wednesday, June 10th, 1931, \$1,000,000 4 $\frac{1}{4}$ % Certificates of Indebtedness of the State of Maryland known as "Bridge Loan of 1931", we hereby offer to purchase all but no part of the \$1,000,000 certificates as described in the circular and in accordance with the terms therein at 106.472% and accrued interest if any.

We enclose certified check drawn to the order of the Treasurer of Maryland for \$50,000, being 5% of the par value of the amount of certificates bid for which check is to be returned to us if this bid is not accepted, otherwise to be retained by you as part payment against the purchase price.

Very truly yours,

/s/ Dillon, Read & Co.

for the account of
Dillon, Read & Co.
Chemical Securities Corp.

MARYLAND TRUST COMPANY

BALTIMORE, MD.

June 10th, 1931.

Hon. John M. Dennis, Treasurer,
State of Maryland,
Annapolis, Md.

Dear Sir:-

With reference to the
\$1,000,000. Four and one quarter percent Certificates of
Indebtedness of the State of Maryland

known as "Bridge Loan of 1931", more particularly described in the annexed advertisement, the undersigned will pay cash on delivery \$106.333 for each \$100. of par value thereof and also accrued interest from the date of said Certificates to the time of payment and delivery therefor, which is equivalent to \$1,063,330. for said issue of \$1,000,000. Par Value and also accrued interest to date of delivery and payment.

Pursuant to said advertisement, we enclose herewith a check upon the Maryland Trust Company, certified by said Maryland Trust Company, to the order of the Treasurer of Maryland, for \$50,000., being 5% of the par value of the amount of bonds bid for,

This bid is made subject to the bonds when issued being the legal and valid binding obligations of the State of Maryland.

This bid is also subject to our being awarded the entire amount of said issue if the same is accepted.

Very truly yours,

MARYLAND TRUST COMPANY

By /s/ Heyward E. Boyce
President

SALOMON BROS & HUTZLER.

FIRST NATIONAL
SECURITIES CORPORATION
Baltimore, Md.

June 10, 1931.

Hon. John M. Dennis, Treasurer
State of Maryland
Annapolis, Md.

Dear Sir:-

For \$1,000,000 State of Maryland Four and One-quarter Per Cent Certificates of Indebtedness "Bridge Loan of 1931", to be sold this day and date, more fully described in the attached advertisement which is a part of this proposal, we respectfully bid you, for all or none, \$106.326 for each One Hundred Dollars par value and accrued interest to the date of delivery.

As evidence of good faith, we enclose herewith certified check, drawn to the order of the Treasurer of Maryland, for Five Per Cent of the par value of the amount bid for.

Respectfully yours,

FIRST NATIONAL SECURITIES CORPORATION

/s/ Herbert W. Schaefer.
Vice President

ALEX. BROWN & SONS.
Baltimore, Md.

June 10, 1931

Treasurer of the State of Maryland
Annapolis, Maryland

Dear Sir:

For all, but not for any part, of \$1,000,000 State of Maryland Certificates of Indebtedness known as "Bridge Loan of 1931", to be dated June 15, 1931, and to mature annually June 15 in various amounts from \$58,000

on June 15, 1934 to \$99,000 on June 15, 1946, both inclusive, and to bear interest at the rate of $4\frac{1}{4}\%$ per annum, bids for which are to be received by you until 12 o'clock noon June 10, 1931, we hereby bid at the rate of \$106.263 and accrued interest per \$100 principal amount thereof. We enclose certified check in the amount of \$50,000 which covers your requirement.

Very truly yours,

ALEX. BROWN & SONS
HARRIS, FORBES & CO.
BROWN BROTHERS HARRIMAN
& CO.

By /s/ Alex Brown & Sons.

UNION TRUST COMPANY OF MARYLAND

Baltimore

June 10, 1931.

Hon. John M. Dennis, Treasurer
State of Maryland
Annapolis, Maryland

Dear Sir:-

For all or none of \$1,000,000 State of Maryland $4\frac{1}{4}\%$ Certificates of Indebtedness, known as "Bridge Loan of 1931", more particularly described by the attached advertisement, we will pay 106.2537% and accrued interest.

We enclose herewith our certified check for \$50,000, and request that this check be returned, should the bonds not be awarded to us.

Very truly yours,

UNION TRUST COMPANY OF MARYLAND

/s/ William G. Dancy
Vice President

WGD.MB

ROBERT GARRETT & SONS

Baltimore June 10, 1931.

Honorable John M. Dennis,
Treasurer of the State of Maryland,
Annapolis, Md.

Dear Sir:-

For all but not any part of the \$1,000,000 State of Maryland Certificates of Indebtedness known as "Bridge Loan of 1931", to be dated June 15th, 1931, bearing interest at the rate of $4\frac{1}{4}\%$ per annum, payable semi-annually on the 15th day of December and June respectively,

in each and every year during the continuance of the loan; coupon certificates in denomination of \$1000 each, maturing serially beginning June 15th, 1934 to June 15th, 1946, inclusive as more fully described in your official advertisement of sale, the terms and conditions of which are hereby made a part of this bid,- we will pay \$105.919 for each one hundred dollars of said certificates and accrued interest from date of certificates to date of their delivery.

This bid is submitted subject to the said certificates being legally and validly issued and sold and all necessary legal requirements passed upon and approved by the Attorney General of Maryland.

We enclose certified check to your order for \$50,000, being 5% of the par value of the amount bid for which check we deposit as evidence of good faith to be applied toward the purchase price in case our bid is accepted, but otherwise to be returned to our representative.

This bid is made for the Joint Account of Bankers Company of New York, Guaranty Company of New York and the undersigned.

Very truly yours,

F.L

/s/ Robert Garrett & Sons.

MERCANTILE TRUST COMPANY

of Baltimore

June 10, 1931.

The Honorables
 Albert C. Ritchie
 Governor of Maryland
 William S. Gordy, Jr.,
 Comptroller of the Treasury,
 John M. Dennis,
 Treasurer of Maryland,
 Annapolis, Md.

Gentlemen:-

Referring to the \$1,000,000. State of Maryland 4 $\frac{1}{4}$ % Certificates of Indebtedness known as the "Bridge Loan of 1931", advertised to be sold on this day and date, as per attached copy of advertisement, which is hereby made a part of this bid, for all or none of this entire issue we offer to pay you for each \$100. par value the sum of \$105.639 and accrued interest to date of delivery.

This bid is made with the understanding that the bonds shall be legally and validly issued and sold, and that we shall be furnished, free of cost to us, with the favorable opinion of the Attorney General of Maryland.

In accordance with the terms of your advertisement, we enclose herewith certified check to the order of the Treasurer of Maryland for \$50,000.00 being five per cent of the amount of the bonds bid for.

In the event that our bid is not accepted, please return this check to us immediately.

Very truly yours,

Mercantile Trust Company of Baltimore,
Baker, Watts & Company,
Stein Brothers & Boyce,
Wallace, Sanderson & Co. of New York

By Mercantile Trust Company of Baltimore

/s/ Charles W. Johnson
Manager Bond Department

CWJ/S

THE FIRST NATIONAL OLD COLONY
CORPORATION

Baltimore, Md.

June 10, 1931.

Mr. John M. Dennis, State Treasurer,
State House,
Annapolis, Maryland.

Dear Sir:-

For all but no part of
\$1,000,000. STATE OF MARYLAND $4\frac{1}{4}\%$ CERTIFICATES OF INDEBTEDNESS
in all respects as described in your official advertisement, which
advertisement is hereby made a part of this bid, we will pay
\$1,052,900.00 and accrued interest to date of delivery.

Pursuant to your requirements, we enclose
herewith a certified check for \$50,000. as evidence of our good faith,
to be applied as part payment in case the loan is awarded to us,
otherwise to be returned to us at once.

Very truly yours,

FIRST NATIONAL OIL COLONY CORPORATION.

/s/ Elisha Riggs Jones
Manager

THE NATIONAL CITY COMPANY

NEW YORK, N.Y.

June 8th, 1931.

Hon. John M. Dennis,
Treasurer,
State of Maryland,
Annapolis, Md.

Sir:

For all but no part of

\$1,000,000 STATE OF MARYLAND 4 $\frac{1}{4}$ % "Bridge Loan of 1931"

Dated June 15th, 1931

Maturing without option of prior payment annually June 15 as follows: \$58,000 1934; \$61,000 1935; \$64,000 1936; \$67,000 1937; \$69,000 1938; \$73,000 1939; \$76,000 1940; \$79,000 1941; \$83,000 1942; \$87,000 1943; \$90,000 1944; \$94,000 1945; \$99,000 1946

All of said certificates to be issued in coupon form of \$1,000 denomination registerable as to principal only

Principal and semi-annual interest (June 15 and December 15) payable in Baltimore, Maryland

Tax free in Maryland

We will pay 105.0799 % and accrued interest to date of delivery, which is equivalent to par and accrued interest plus a premium of \$ 50,799.00.

This bid is made with the understanding that prior to the delivery of the certificates to us we will be furnished with a duplicate original copy of the unqualified opinion of the Attorney General of the State of Maryland, to the effect that the certificates are legal and binding obligations of the State of Maryland, payable principal and interest from unlimited taxes against all the taxable property within the State.

In accordance with the Notice of Sale and our bid we enclose certified check for \$50,000 being 5% of the par value of the amount of certificates bid for, and would appreciate your returning this check should the certificates not be awarded to us.

Yours very truly,

/s/ H. C. Sylvester, Jr.

Vice President

Enclosure

SAFE DEPOSIT AND TRUST COMPANY
BALTIMORE, MD.

June 9th, 1931

To the Honorable:

Albert C. Ritchie, Governor,
William S. Gordy, Jr., Comptroller,
John M. Dennis, Treasurer,
Annapolis, Maryland.

Dear Sirs:

The Safe Deposit and Trust Company of Baltimore proposes to purchase all or none of \$1,000,000. par value State of Maryland 4 $\frac{1}{4}$ % "Bridge Loan of 1931" Certificates of Indebtedness to be dated

June 15th, 1931, at the price of 106.775056%, that is \$1,067,750.56, plus accrued interest, the Certificates to be made up of the series, amounts and maturities set out below, viz:

Series A	\$58,000.	June 15, 1934
" B	61,000.	June 15, 1935
" C	64,000.	June 15, 1936
" D	67,000.	June 15, 1937
" E	69,000.	June 15, 1938
" F	73,000.	June 15, 1939
" G	76,000.	June 15, 1940
" H	79,000.	June 15, 1941
" I	83,000.	June 15, 1942
" J	87,000.	June 15, 1943
" K	90,000.	June 15, 1944
" L	94,000.	June 15, 1945
" M	99,000.	June 15, 1946

We enclose a certified check for Fifty Thousand Dollars (\$50,000.) as a deposit on account of the purchase.

Very truly yours,

SAFE DEPOSIT & TRUST COMPANY
OF BALTIMORE

/s/ By: J. J. Nelligan

Enclosure.

President.

Amend
Upon motion duly made, seconded and carried, the proposal of the Safe Deposit and Trust Company of Baltimore of 106.775056% was accepted and the bids awarded to that bidder.

The Governor stated that he had asked Mr. Walter M. Kirkman to represent the Board of Public Works in conferring with the Tercentenary Commission in connection with the location of sites for memorials and the expenditure of the appropriations for these memorials, and asked that his action be approved.

The other members of the Board unanimously gave their approval.

The Governor stated he had arranged for work of painting and

refinishing his offices in the State House and that the cost of this work was in excess of the funds available in his Budget. The Comptroller suggested that the cost of this work be paid out of the Contingent Fund of the Board of Public Works inasmuch as it was for maintaining State property and because other items of painting and improvements to other State property in Annapolis had been paid for out of the Board of Public Works Contingent Fund.

It was decided that the bills for the work be so paid.

The Comptroller took up with the Board, the question of the disposition of moneys in hand at the Springfield State Hospital, belonging to patients who have been discharged or who have died. In most instances the persons have been dead or discharged for a period of years going back as far as 1904, and the amounts being negligible in most cases, there being items of 1¢, 2¢, 3¢, 5¢, 10¢, and mostly less than \$5.00. There is one item of \$114.00, another item of \$105.00, also items of \$100.00 and \$75.00, these representing the larger items in the statement, the total amount being \$1,312.53. It was decided that it would be impossible to locate persons to whom these amounts could be distributed, and because it was felt that in practically all the cases the persons were public charges of the State during the period of their stay in the Institution, that the State would be justified in taking this money into the State Treasury.

The Comptroller was therefore authorized to ask the Superintendent of the Hospital to remit this money to the State Treasury.

The Comptroller brought to the attention of the Board a report received by him from the State Auditor of his examination of the accounts and records of the Commissioner of Motor Vehicles for the fiscal year ended September 30, 1930, in which attention was called to the fact that no disposition has as yet been made of the item of \$18,282.78, appearing as a cash shortage in the accounts of the Commissioner's office at October 1, 1925. The Auditor recommended that some disposition be made of the matter, so that it would not be continued in an unsettled state in the accounts of the Department.

After discussion of the matter it was decided that the Commissioner ought not to be held responsible for the shortage which occurred

in his office due to a dishonest employee, who was convicted and sentenced to the Penitentiary for the offense, and it was agreed that the Commissioner be authorized to charge this shortage from his accounts.

Mr. S. L. Shoemaker, Chairman of the Board of Regents of the University of Maryland, appeared before the Board in connection with an accident which occurred in the laboratory of the Medical School on the 5th floor of the building 32-34 S. Paca Street, Baltimore, resulting in loss to tenants on the floors beneath to the extent of \$4,518.36, which figure does not include expenses in connection with the adjusting of the damage, there being a bill of Albert Likes for services in making the adjustment of \$500.00 and of the Fire Insurance Salvage Corps and ~~for~~ services rendered of \$229.00.

Mr. Shoemaker explained that the accident was due to the fact that water was left running in the laboratory by someone who had been there Saturday afternoon, or evening, and that because of some stoppage in the drain, which carries off the water from the faucet, the sink filled up and overflowed, and the water ran continually from that time until Monday morning when it was discovered and water had gone through the building all the way down to the basement, damaging goods and property on all floors beneath the laboratory.

The Board decided the State was morally responsible for the loss occurring to the other tenants in the building, and inasmuch as Mr. Shoemaker stated that it would be possible to take care of the loss out of the funds of the Medical School, the Board agreed that payment of the loss should be made accordingly.

The Secretary presented to the Board for its consideration, bill of Fairbanks, Morse & Company of June 1st, 1931, in the amount of \$117.07, for repairs made to the Eastern Hay Scales, Baltimore.

The Board ordered the bill paid.

The Secretary stated that there were a number of articles in the nature of junk in the basement of the Court of Appeals Building, and that it was desirable to dispose of them in order that the appearance of the basement would be improved, and these worthless articles removed.

The Board authorized the Secretary to dispose of any articles which were not useful, and which were of no value, and that if it were possible to secure any revenue from the sale of any of them, this should be done.

*State
Records*

The Comptroller consulted with the Board as to what disposition should be made of the great volume of gasoline tax refund claims which are accumulated in the office of the Comptroller. These claims run in the neighborhood of about 20,000 a year and the prospects are that the number will increase annually.

It was suggested that after these claims have been held for the period of three years and there is no likelihood of their ever being wanted, to then destroy them. This refers merely to the claims themselves, and has no reference to cash books, ledgers, or other permanent records in connection with claims kept by the Comptroller's office.

The Board had before it for consideration a voucher of the Conservation Department in favor of Charles L. Cook, 1931 Vine Street, Baltimore, for \$50.00, to compensate him for injuries sustained March 23rd, 1931, by reason of oyster shells falling from the window ledge at the Department's office, 516 Munsey Building. The voucher bears the notation that \$25.00 of the award is to be refunded by the Munsey Building Company.

The Board was not satisfied as to its liabilities in this case and deferred action until further information could be obtained.

The Board considered some correspondence which passed between Springfield State Hospital and the Comptroller's Office, in which the Superintendent of Springfield State Hospital wanted to know if it were possible to transfer some cattle from his Institution to the New Penal Farm, without the latter making any payment therefor, and the Hospital

taking credit on its books for the inventory value of the cattle transferred.

The Board did not take any action on the matter at this time because of having other business in which the Board of Welfare was involved, which would be discussed at a meeting on June 24th, at which time the question of transferring the cattle would be considered and decided.

*Panel Farm
Ref. for miles*

The Comptroller stated he thought it would be well for the Board of Public Works, the State Treasury Department and the Board of Welfare to have some understanding as to the use of funds provided in the General Construction Loans for the new Penitentiary, as it was apparent that the Board of Welfare was anxious to make use of some of this money for purposes other than the purchase of land, the erection of buildings, and the purchase of equipment.

The Board agreed to give this matter consideration at a meeting to be held in the Governor's office, Baltimore, at two o'clock, on June 24th, 1931, at which meeting Colonel Jarney, Chairman of the Board of Welfare, and the State Auditor would be present.

There being no further business, the meeting adjourned.

Joseph O'McClusker
Secretary.